SECRET

CERTRAL INTELLIGENCE AGENCY

25X1A9A

OFFICE OF NATIONAL ESTIMATES

28 March 1951



DISSURATION

CURRENT CONSUMIST MILITARY SITUATION IN KOREA

The Chinese Communists have suffered an estimated 208,000 camulaties and the North Koreans have suffered 411,000 casualties from the start of the Korean campaign to ______. These losses represent a major portion of the original highly trained North Korean invasion Army. It is believed that to obtain replacements, practically all physically fit males in North Korea have now been conscripted.

Chinese Communist losses include an appreciable number of well trained hard core Communist troops, but it is believed that the majority of Chinese troops and casualties in Korea have been ex-Nationalists or inexperienced conscripts. Despite the heavy manpower losses, Communist

DOCUMENT NO.

NO CHANGE IN CLASS. III

DECLASSITION
CLASS. CHANGED TO: TS S C 25X1

ARMY Declass/Release Instructions On File

CLASS, CHAVELOUTE 01A9S, CHAVELOUTE 1/20 : CHARDP79R01012A000800050072-8 TE:

Instructions On File*
Approved For Release 2005/04/20

SECRET

Chinese and 243,000 North Koreans. These forces are now in a process of regroupment north of the 35th Parallel and there are indications that substantial Communist reserves along the Sino-Korean border are now moving south into the battle zone. Total Chinese Communist reserves in Manchuria number 368,000 Field Force troops, some of whom may have been supplied with Soviet equipment, and 370,000 Military District troops. There are indications that additional troops are now moving toward Manchuria from China proper, where there are a total of 2,488,000 Field Force and Military District troops.

been slight and the Chinese have fairly sizable receive stocks in Manchuria. In addition, the Mukden arsenal is estimated to be capable of meeting a major part of Chinese Communist requirements in Korea for small arms and assumition. North Korean forces, dependent almost entirely on the USSR for equipment, lost a substantial portion of

though the North Korean Army is now reequipped with Soviet weapons, losses of heavy material such as tanks and artillery apparently have not been replaced. The Soviet Union possesses in the Far East adequate supplies for a greatly increased program of support to Communist forces in Korea.

We forces have destroyed or damaged approximately 225 Communist aircraft but most of this damage was inflicted early in the war before the North Korean airforce withdrew to Manchuria. Since that time the Communists have not committed their air potential which is gradually increasing with Soviet direction and technical assistance. The Chinese Communist and North Korean Air Forces are estimated to have available now a combined strength of approximately 760 aircraft of fighter, ground attack, light bomber and transport types.

CONSTRUCT CAPABILITIES FOR CONTINUED OPERATIONS IN ROPLA

Although Communist forces in Morea have suffered heavy casualties in Manchuria and additions to

this reserve are believed moving into the area from China proper.

Pairly sizable stocks of military equipment exist in Manchuria, and the Soviet Union possesses in the Far East or can delive: frum current production, adequate supplies for a greatly increased program of legistic support to Communist forces in Morea. The Chimese Communists and North Moreans are holding in reserve approximately 750 aircraft of all types.

of this reserve of manpower, equipment and air potential. So long as UN forces retain air supremary, the Communists will have considerable difficulty in supplying an army any larger than the present force.

If the combined North Korean-Chinese Communist air ferce were fully committed to support ground troops or to cover lineable communication, it is estimated that combat and maintenance attrition would reduce its combat effectiveness to an insignificant level in approximately a week of sustained operations.

We believe, therefore, that the Communist forces in Kores, unless

Immediate reinforced by air and sea forces, are incapable of launching major offensives to drive UN forces from Korea. We believe that they have the potential for local offensives based on massed manpower and we also believe they are capable of fighting an indefinite war of attrition, retaining control of a substantial portion of North Korea against UN forces at their present strength.

The USSE has the capability of intervening effectively in the Korean war. Soviet intervention in order to be decisive, however, would have to be on a large-scale overt basis and the USSE would have to be fully prepared for US or UN counteraction against the Soviet Far East with consequent global war.

EFFECTS OF THE KOREAN CAMPAIGN ON BASIC CRIMESE CAPABILITIES

The Chinese Communists have to date been able to support their military effort in Korea without soriously disrupting the Chinese economy, without materially affecting the government's capability to cope with internal dissident elements, and without reducing substantially Chinese Communist capabilities for concurrent operations against

Approved For Release 2005/04/26 : \$200 P 9R01012A000800050072-8

Indochina, Burma or Hong Kong, It is probable that the commitment in Korea already has reduced Chinese Communist military strength that was available for an assault on Taiwan. We believe, however, that Peiping, should it wish to do so, still has the capability to mount an invasion.

If the Chinese Communists undertake a war of attritions in Korea, however, their basic espabilities may be serious reduced. There would be an increasing strain on the Chinese economy resulting from the inflationary pressures resulting from a substantial expansion of the armed forces, the continued postponement of reconstruction projects, the serious reduction of agricultural output in Manchuria as a result of a diversion of labor and draft animals in support of the Korean war, and the further strain on the transportation sistem. If operations in Korea were prolonged to the extent of requiring further large numbers of Chinese Communist Field Forces to be withdrawn from internal areas as replacements, there would be a serious reduction in the goverament's ability to control dissident elements and to carry out

national progress such as land reform. Thus a continuing large-scale Chinese Communist commitment in Korea would eventually result in a significant reduction of their capabilities for operations elsewhere.

PROBABLE CHINESE COMUNIST INTENTIONS IN KOREA

The Chinese Communists probably now realise they cannot schieve an early victory in Kerca. We do not believe, however, that the Chinese Communists are now or will be willing to depart from their previously amounced terms in order to negotiate a pesseful forean settlement. They frequently have reaffirmed to their own people the announced intention of driving UN forces from Korea, in recent breadcasts from Paining, while warning that "to annihilate completely the imperialist brigands... necessarily requires a considerably long time... " Under these circumstances it is likely that Pelying and Mossow are preparing for a war of attrituion in Korea, possibly planning to withdraw Communist forces farther north to avoid major contacts and to shorten supply lines, in the hope of sapring the morale of UM

time, Peiping might participate in protracted negotiations or exploit other tensions among the UN allies in order to create discord among the governments supporting UN action in Korea.

If, at some future date, the Chinese Communists should estimate that they were in danger of complete defeat in Korea, or if the strain of the Korean campaign should seriously threaten China's internal stability and defensive power, the Chinese Communists might offer to regotiate a settlement with their minimum conditions being a return to the status one ante in Korea. We believe, however, that unless the deterioration m in the Communist position in Mores coincided with an overall depreciation of the power position of the Soviet bloc and a shift in overall Soviet policy to one of accommodation and conciliation, the Chinese Communists would be unlikely to make a serious effort to liquidate their commitment in Morea by negotiations, other than on terms assuring Communist control of Koros. Rather, they

Soviet Union to bolster both the forces in Korea and the internal security and economy of China. In the unlikely event that Soviet support proved insufficient, the Communist forces would make a fighting withdrawal while preparing to continue guarrilla operations indefinitely within Korea.

as possible without the direct participation of Soviet forces. However, Mossow has probably estimated that/Chinese Gozmanists will not be able to expel UN forces from Morea in the near future. Judging from its present attitude, the Kremlin is probably proapred to continue moral, diplomatic and a certain smount of covert military support to the Chinese Communists while avoiding direct intervention.

Chinese logistical requirements are such that Soviet material support would not cause a significant drain on the USSE, and the Kremlin may feel that considerable advantage is to be gained through the involvement of the UH, and particularly the US, in a long and inconclusive

Approved For Release 2005/04/26: CAPPE 9R01012A000800050072-8

military operation in the Fer Beet.

In any event, the USER would view with grave concern a UN advance to the Soviet and Chinese borders. It is probable that since the UN forces now threaten again to cross the 38th Farallel, Moscow is making available increased covert military support to the Chinese and Rorth Korean communist forces to insure their capabilities to defend Borth Korea.

Should the situation develop so that the Chinese Communists faced defeat in Korea, the Krejalin, in order to preserve both its own prestige and Sino-Soviet colidarity, and to achieve at least some if not all of its original objectives, would probably increase subtantially its aid to the Communist forces. Such additional assistance might consist of further air support, supply of heavy equipment and technical assistance, and perhaps "volunteers".

The USSR has, of course, the capability of forcing a withdrawal of UN forces from Morea. Despite im Soviet desires to avoid war, the Erealin might be placed under almost unavoidable compulsion to take

such action because failure to intervene might result in the virtual collapse of the Communist position in the Far East. There is not sufficient intelligence to determine whether Soviet failure to intervene in force will seriously strain Communist China's alliance with the USSR.

overtly in Korea unless and until the Kremlin has decided, on the basis of the world situation, that the time is opportune for the dommencement of global war. Under such circumstances, operations in Korea would not represent a primary Soviet effort, although the Kremlin would probably attempt to destroy the UN forces deployed there.

EXPECTS OF THE KOREAN WAR ON POSSIBLE COMMINIST INTENTIONS TO OPERATE
FLORWIERE IN THE PAR EAST

It is probable that Peiping has considered offensive moves against Indochina, Taiwan, Hong Kong and possibly Burma as a means of diverting UN strength from the Korean fighting, and the Chinese still retain

Approved For Release 2005/04/26 2011/79R01012A000800050072-8

failure to exercise this capability is largely explainable in terms other than the needs of the Korean campaign, we believe that the problems involved in an extended commitment in Korea and the psychological impact of reverses inflicted by UN treops have been and will continue to be significant factors in deterring Chinese actions elsewhere in Asia.

Should the Chinese Communists continue to suffer attrition in Korea they would be unlikely to expend additional resources in other large-scale operations. They would attempt instead to develop their defensive capabilities and conserve their striking power until involved in a major war with the West.